

Moultrie Independent Telephone Company
Illinois Universal Service Funding Calculation
 Based upon ICC Form 23A Report Data for December 31, 2000

| <u>Line#</u> | <u>Description</u> | <u>Source</u> | <u>Amount</u> | <u>Adjustment</u> | <u>Adjusted Amount</u> |
|--------------|---|-----------------------------------|---------------|-------------------|------------------------|
| 1 | Net Regulated Plant | Form 23A, P 8, Net Plant | \$ 465,723 | \$ - | \$ 465,723 |
| 2 | Materials and Supplies Inventory | Page 2, 13-Month Average | 59,992 | | 59,992 |
| 3 | Customer Deposits | Form 23A, P 8, 4040 | - | - | - |
| 4 | ADIT - Regulated Plant | Form 23A, P 8, 4100 + 4340 | (84,339) | - | (84,339) |
| 5 | Rate Base before Working Capital | line 1 + line 2 - line 3 - line 4 | | | 610,054 |
| 6 | Working Capital Requirement | | | | |
| 7 | Total Operating Expenses | Form 23A, P 14, Total | 1,731,452 | - | 1,731,452 |
| 8 | Less: Depreciation Expense | Form 23A, P 13, 6560 | 175,221 | - | 175,221 |
| 9 | Total WC Operating Expense | line 7 - line 8 | 1,556,231 | - | 1,556,231 |
| 10 | WC OE Requirement | line 9 * 45 / 360 | | | 194,529 |
| 11 | Commission-Ordered Cash Balance Requirement | | - | - | - |
| 12 | Total Working Capital Requirement | line 10 + line 11 | | | 194,529 |
| 13 | Total Rate Base | line 5 + line 12 | | | 804,583 |
| 14 | Total Operating Revenues | Form 23A, P 11, Total | 1,899,191 | (233,290) | 1,665,901 |
| 15 | Less: Illinois High Cost Fund | | 513,300 | - | 513,300 |
| 16 | Net Operating Revenues | line 14 - line 15 | 1,385,891 | (233,290) | 1,152,601 |
| 17 | Total Operating Expenses | Form 23A, P 14, Total | 1,731,452 | - | 1,731,452 |
| 18 | Other Operating Inc and Exp - Net | Form 23A, P 15, 7100 | - | - | - |
| 19 | Other Operating Taxes | Form 23A, P 15, 7240 | 1,570 | - | 1,570 |
| 20 | Net Op Inc before Income Taxes | line 16 - lines 17, 18, & 19 | (347,131) | (233,290) | (580,421) |
| 21 | Income Tax Expense | line 34 | | | (224,848) |
| 22 | Net Operating Income | line 20 - line 21 | | | (355,573) |
| 23 | Return on Rate Base | line 22 / line 13 | | | -44.19% |
| 24 | After-tax Cost of Capital | | | | 11.21% |
| 25 | Target Net Operating Income | line 24 * line 13 | | | 90,194 |
| 26 | Adj to Achieve Target Return on RB | line 25 - line 22 | | | 445,767 |
| 27 | Gross Revenue Conversion Factor | line 35 | | | 1.6324 |
| 28 | ROR Funding Deficiency Including Inc Taxes | line 26 * line 27 | | | 727,670 |
| 29 | Calculation of Income Tax Expense | | | | |
| 30 | Net Op Inc before Inc Taxes | line 20 | | | (580,421) |
| 31 | Illinois Inc & Rep Tax Expense | line 30 * 7.18% | | | (41,674) |
| 32 | Net Op Inc before Fed Inc Tax | line 30 - line 31 | | | (538,747) |
| 33 | Federal Income Tax Expense | line 32 * 34.00% | | | (183,174) |
| 34 | Total Imputed Income Tax Expense | line 31 + line 33 | | | (224,848) |
| 35 | Gross Revenue Conversion Factor | 1 / ((1 - .0718) * (1 - .34)) | | | 1.6324 |

Moultrie Independent Telephone Company
Illinois Universal Service Funding Calculation
Based upon ICC Form 23A Report Data for December 31, 2000
Material & Supplies Worksheet and Other Information

| Line # | | |
|--------|------------------|----------|
| 1 | December-99 | \$60,904 |
| 2 | January-00 | \$60,920 |
| 3 | February-00 | \$60,919 |
| 4 | March-00 | \$60,743 |
| 5 | April-00 | \$60,813 |
| 6 | May-00 | \$60,287 |
| 7 | June-00 | \$60,284 |
| 8 | July-00 | \$60,216 |
| 9 | August-00 | \$59,096 |
| 10 | September-00 | \$58,886 |
| 11 | October-00 | \$58,876 |
| 12 | November-00 | \$58,755 |
| 13 | December-00 | \$59,202 |
| 14 | 13 Month Average | \$59,992 |

Sale/Lease Back Arrangement

- ☐ The company does not have any sale(s)/lease back arrangement.
☐ The company does have sale(s)/lease back arrangement and has provided additional information to staff.

Lease Agreement with Affiliates

- ☐ The company does not have any lease agreements with affiliates.
☐ The company does have lease agreements with affiliates and has provided additional information to staff.

Trial Balances

The Company has provided a copy of its 12/31/2000 trial balance in support of the attached exhibits.

Moultrie Independent Telephone Company
 Illinois Universal Service Funding Calculation
 Based upon ICC Form 23A Report Data for December 31, 2000
 Operating Revenues By Category

| <u>Line #</u> | | <u>Source</u> | <u>Amount</u> |
|---------------|-------------------------------------|-----------------------------|---------------------|
| | | Form 23A, P 10, Total Local | |
| 1 | Local Revenues | Network Service Revenues | \$ 124,689 |
| 2 | State Subscriber Line Charges | Trial Balance 12/31/00 | \$ 98,711 |
| 3 | State Access Revenues | Trial Balance 12/31/00 | \$ 418,610 |
| 4 | State High Cost Support | Exhibit X, Line 15 | \$ 513,300 |
| 5 | State Special Access Revenues | Trial Balance 12/31/00 | \$ 22,552 |
| 6 | Total State Access & Local Revenues | Sum (Ln 1 - 5) | \$ 1,177,862 |
| 7 | Federal Subscriber Lines Charges | Trial Balance 12/31/00 | \$ 39,116 |
| 8 | Federal Access Revenues | Trial Balance 12/31/00 | \$ 246,853 |
| 9 | Federal High Cost Support | Trial Balance 12/31/00 | \$ 312,592 |
| 10 | Federal Special Access Revenues | Trial Balance 12/31/00 | \$ 107,678 |
| 11 | Total Federal Access Revenues | Sum (Ln 7 - 10) | \$ 706,239 |
| 12 | Misc Revenues | Trial Balance 12/31/00 | \$ 15,090 |
| 13 | Total Operating Revenues | Ln 6 + Ln 11 + Ln 12 | <u>\$ 1,899,191</u> |